GOVERNMENT OF ANDHRA PRADESH

Abstract

I&I Department - Bhogapuram International Airport Corporation Limited (BIACL) formed under Companies Act, 2013-Appointment of Secretary(E,I&I) as Chairman, BIACL and permission to submit proposals to Commercial Bankers to seek Loan to the tune of Rs.1500 Crores –Accorded- Orders – Issued.

ENERGY, INFRASTRUCTURE & INVESTMENT (AIRPORTS) DEPARTMENT

G.O.RT.No. 20 Dated.07.10.2015

Read the following:

1. Govt. Letter No.70/Airports/A2/2015, Dated.4.3.2015.
2. G.O.Rt.No.63, I&I (Airports) Department, dated:20-05-2015.
3. Lr.No.INCAP/P/Bhogapuram Int.Airport Co.Ltd/156/2015, dated: 04-09-2015 received from the VC&MD, INCAP.

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ORDER:

In the reference 1st read above, Government have designated the Vice Chairman & Managing Director, Infrastructure Corporation of Andhra Pradesh Limited (INCAP) as project proponent for developing the four Greenfield Airports at Bhogapuram (Vizianagaram District), near Visakhapatnam, Kuppam (Chittoor District), Oravakallu (Kurnool District), Dagadarthi (Nellore District).

2. In G.O 2nd read above, orders were issued forming an SPV named Bhogapuram International Airport Company Ltd., (BIACL) under Companies Act 2013, which shall be 100% owned by Government of Andhra Pradesh for speedy implementation of Bhogapuram Aerotropolis Project comprising International Airport, Maintenance, Repair and Overhaul (MRO) facility and an Aviation Academy.

3. In the reference 3rd read above, the Vice Chairman & Managing Director, Infrastructure Corporation of Andhra Pradesh Limited (VC&MD, INCAP) has informed that in the first meeting of the Board of Directors of the newly incorporated Bhogapuram International Airport Corporation Limited (BIACL) conducted at its registered office, Hyderabad on 31/08/2015 it was resolved to request the Government to post a Full Time Managing Director for smooth conduct of its operations and to handle the management activities of the Corporation and also the Board has authorized BIACL to seek loans from Banks / Infrastructure lending organizations / Financial institutions to meet the pre- development costs for land acquisition, R&R, and provision of external utility infrastructure such as approach roads, water/power connection to the project site etc., to the tune of around Rs.1500 crores. The Board has further resolved to set up the functional office of the Bhogapuram International Airport Corporation Limited (BIACL) at Visakhapatnam.

4. The VC&MD, INCAP has requested the Government to issue necessary orders on the issues resolved in the first meeting of the Board of Directors of the newly incorporated Bhogapuram International Airport Corporation Limited (BIACL).

5. After careful examination, Government hereby issue the following orders:

i. Secretary E,I&I Department is appointed as a Chairman of the Bhogapuram International Airport Corporation Limited (BIACL).

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ii. Orders will be issued separately for appointment of Full Time Managing Director to Bhogapuram International Airport Corporation Limited (BIACL) who will be the Project Proponent for Bhogapuram Airport.

iii. Permission is accorded to the MD, BIACL to submit proposals to Commercial Bankers to seek loan to the tune of Rs.1500 crores to meet the costs towards pre-development activities such as land acquisition, R&R, community activities (as per the estimates by the Collector, Vizianagaram) and also provision of external utility infrastructure such as approach roads, water / power connection etc., to the Project site.

iv. Permission is also accorded to set up suitable office space on lease for BIACL in Visakhapatnam and commence its further operations from there.

6. The VC&MD, INCAP/MD, BIACL shall to take necessary further action.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

AJAY JAIN
SECRETARY TO GOVERNMENT

To
The Vice Chairman & Managing Director, Infrastructure Corporation of Andhra Pradesh.
Thr Managing Director, Bhogapuram International Airport Corporation Limited.
The all the Directors of Board.
The Accountent General, Andhra Pradesh, Hyd.

Copy to:
The Secretary to C.M.
The Finance Department.
The Revenue (LA) Department.
The Law Department.
The P.S to Secretary, E,I&I Department.

//Forwarded::By Order//

SECTION OFFICER